

GREEN COUNTY

Monroe, Wisconsin

FINANCIAL STATEMENTS

Including Independent Auditors' Report

As of and for the Year Ended December 31, 2013

GREEN COUNTY

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INDEPENDENT AUDITORS' REPORT

To the County Board
Green County
Monroe, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Green County, Wisconsin, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise Green County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control over financial reporting relevant to Green County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of Green County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

To the County Board
Green County

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Green County, Wisconsin, as of December 31, 2013 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note I, Green County adopted the provisions of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, effective January 1, 2013. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Green County's basic financial statements. The combining fund financial statements as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund financial statements are fairly stated in all material respects, in relation to the basic financial statements as a whole.

To the County Board
Green County

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will issue a report on our consideration of Green County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Green County's internal control over financial reporting and compliance.

Baker Tilly Virchow Krause, LLP

Madison, Wisconsin
June 11, 2014

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

As management of Green County, Wisconsin, we offer readers of the county's financial statements this narrative overview and analysis of the financial activities of the county for the fiscal year ended December 31, 2013. We encourage readers to consider the information presented here in conjunction with the county's financial statements and the notes to the financial statements.

FINANCIAL HIGHLIGHTS

- > The assets of Green County exceeded its liabilities as of December 31, 2013 by \$58,714,826 (net position). Of this amount, \$9,159,044 (unrestricted net position) may be used to meet the government's obligations to citizens and creditors. The total net position includes all major infrastructure networks.
 - > The county's total net position increased by \$427,540.
 - > As of December 31, 2013 Green County's governmental funds reported a combined ending fund balance of \$11,334,576. Of this amount \$3,033,754 is assigned to offset 2014 operations; \$4,733,277, approximately 42%, is unassigned and available for use within the county's designations and policies.
 - > At the end of the current fiscal year, the unassigned fund balance for the general fund was approximately 27% of the total general fund expenditures.
 - > At the end of the current fiscal year, general obligation debt is \$11,655,000, approximately 9% of the county's total debt limit of \$130,414,860.
-

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the county's basic financial statements. The county's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the county's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the county's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Green County is improving or deteriorating. To assess the overall health of the county you need to consider additional non-financial factors such as changes in the county's property tax base and the condition of the county's infrastructure.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

GOVERNMENT-WIDE FINANCIAL STATEMENTS (cont.)

The Statement of Activities presents information showing how the county's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. (e.g., uncollected taxes and earned but unused compensated absences).

Both government-wide financial statements distinguish functions of Green County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the county include general government; public safety; public works; health and human services; culture, education and recreation; and conservation and development. The business-type activities of the county include the Pleasant View Nursing Home, highway department, and the solid waste management facility.

The government-wide financial statements can be found on pages 1-3 of this report.

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Green County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the county can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Most of the county's basic services are reported in governmental funds. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily used for cash. Governmental funds are used to account for essentially the same functions reported as governmental activities in the governmental-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. In doing so, readers may better understand the long-term impact of the county's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

Green County maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, and expenditures, and changes in fund balances for the General Fund and the Human Services Special Revenue Fund, which are considered to be major funds. Data from the other governmental funds, Debt Service, the Capital Projects Fund, and Revolving Loan Special Revenue Fund, are combined into a single, aggregated presentation. Individual fund data for these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The county adopts an annual appropriated budget for all its governmental funds. As part of the required supplementary information, budgetary comparison statements have been provided in detail for the General Fund, and in summary for the Human Services Special Revenue Fund, to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 4-6 of this report.

Proprietary Funds – When the county charges customers for the services it provides – whether to outside customers or to other units of the county – these services are generally reported in proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The county uses enterprise funds to account for its solid waste operations, nursing home, and highway operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. These statements provide separate information for Pleasant View Nursing Home, the landfill, and highway since they are considered to be major funds of the county.

The basic proprietary fund financial statements can be found on pages 7-11 of this report.

Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The county uses one particular type of fiduciary fund called an agency fund. All agency funds are combined into a single aggregated presentation in the agency fund financial statement. Individual fund data for the agency funds is provided in the form of a combining statement elsewhere in this report. The basic agency fund financial statement can be found on page 12 of this report.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

Notes to the Financial Statements – the notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13-42.

Other Information – In addition to the basic financial statements and accompanying notes, *required supplementary information* includes a budgetary comparison schedule for the General Fund and the Human Services Special Revenue Fund to demonstrate compliance with the budget. This section also presents required supplementary information regarding the county's general budgetary information. These schedules and accompanying notes can be found on pages 43-50 of this report. The combining statements referred to earlier in connection with non-major governmental funds and agency funds is presented immediately following the required supplementary information. Combining statements can be found on pages 51-53.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

An analysis of the county's financial position begins with a review of the Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position. These two statements report the county's net position and changes therein. It should be noted that the financial position can also be affected by non-financial factors, including economic conditions, population growth and new regulations.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Green County, assets exceeded liabilities by \$58,714,826 as of December 31, 2013. At the end of the current fiscal year, Green County is able to report positive balances in all three categories of net position, for the government as a whole, as well as for its governmental activities and business-type activities separately.

The next two tables include comparative data of net position for the years ended December 31, 2012 and December 31, 2013.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

GREEN COUNTY'S NET POSITION December 31, 2013 and 2012

Green County's Net Position

	Governmental Activities		Business - Type Activities		Totals	
	2013	2012	2013	2012	2013	2012
Current and Other Assets	\$ 26,964,760	\$ 26,968,716	\$ 5,563,934	\$ 5,347,378	\$ 32,528,694	\$ 32,316,094
Capital Assets	<u>52,593,751</u>	<u>53,521,828</u>	<u>7,056,430</u>	<u>6,327,791</u>	<u>59,650,181</u>	<u>59,849,619</u>
Total Assets	<u>79,558,511</u>	<u>80,490,544</u>	<u>12,620,364</u>	<u>11,675,169</u>	<u>92,178,875</u>	<u>92,165,713</u>
Long-term Liabilities Outstanding	12,699,619	13,256,174	1,427,810	1,698,325	14,127,429	14,954,499
Other Liabilities	<u>1,357,941</u>	<u>15,288,564</u>	<u>3,024,175</u>	<u>3,635,364</u>	<u>4,382,116</u>	<u>18,923,928</u>
Total Liabilities	<u>14,057,560</u>	<u>28,544,738</u>	<u>4,451,985</u>	<u>5,333,689</u>	<u>18,509,545</u>	<u>33,878,427</u>
Deferred Inflows of Resources	<u>13,961,270</u>	-	<u>993,234</u>	-	<u>14,954,504</u>	-
Net Position:						
Net Investment in Capital Assets	40,912,176	41,239,816	6,447,024	5,383,896	47,359,200	46,623,712
Restricted	2,196,582	2,225,032	-	-	2,196,582	2,225,032
Unrestricted	<u>8,430,923</u>	<u>8,480,958</u>	<u>728,121</u>	<u>957,584</u>	<u>9,159,044</u>	<u>9,438,542</u>
Total Net Position	<u>\$ 51,539,681</u>	<u>\$ 51,945,806</u>	<u>\$ 7,175,145</u>	<u>\$ 6,341,480</u>	<u>\$ 58,714,826</u>	<u>\$ 58,287,286</u>

The largest portion of the county's net position (approximately 81%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure, etc.); less any related debt used to acquire those assets that is still outstanding. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the county's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt, must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the county's net position (4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$9,159,044, may be used to meet the county's ongoing obligations to citizens and creditors.

Analysis of the County's Operations – The following table provides a comparison summary of the county's operations for the years ended December 31, 2012 and December 31, 2013. Governmental activities experienced a decrease in net position of \$406,125. Business-type activities experienced an increase in net position of \$833,665.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

GREEN COUNTY CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Revenues:						
Program Revenues:						
Charges for Services	\$ 4,269,339	\$ 4,127,045	\$ 18,856,943	\$ 17,059,437	\$ 23,126,282	\$ 21,186,482
Operating Grants & Contributions	6,690,597	6,668,114	980,466	1,192,945	7,671,063	7,861,059
Capital Grants & Contributions	-	-	129,742	428,716	129,742	428,716
General Revenues:						
Property Taxes	13,899,574	13,777,624	889,985	886,763	14,789,559	14,664,387
Sales Taxes	2,177,032	2,209,359		-	2,177,032	2,209,359
Other Taxes	8,549	10,825		-	8,549	10,825
Intergovernmental	473,254	403,196		-	473,254	403,196
Investment Income	530,589	542,195	27,658	30,679	558,247	572,874
Miscellaneous	8,835	-	12,527	-	21,362	-
Total Revenues	28,057,769	27,738,358	20,897,321	19,598,540	48,955,090	47,336,898
Expenses:						
General Government	3,877,221	4,040,943	-	-	3,877,221	4,040,943
Public Safety	5,897,301	5,702,117	-	-	5,897,301	5,702,117
Public Works	5,482,936	5,119,456	-	-	5,482,936	5,119,456
Health & Human Services	10,737,471	10,319,682	-	-	10,737,471	10,319,682
Culture, Recreation, & Education	745,808	727,553	-	-	745,808	727,553
Conservation & Economic Development	1,148,294	999,365	-	-	1,148,294	999,365
Interest & Fiscal Charges	451,729	463,252	-	-	451,729	463,252
Pleasant View Nursing Home	-	-	10,552,531	10,333,284	10,552,531	10,333,284
Landfill	-	-	983,146	824,636	983,146	824,636
Highway	-	-	8,651,113	7,309,301	8,651,113	7,309,301
Total Expenses	28,340,760	27,372,368	20,186,790	18,467,221	48,527,550	45,839,589
Excess (Deficiency) Before Transfers	(282,991)	365,990	710,531	1,131,319	427,540	1,497,309
Transfers	(123,134)	319,702	123,134	(319,702)	-	-
Increase (Decrease) in Net Position	(406,125)	685,692	833,665	811,617	427,540	1,497,309
Net Position - Beginning of Year	51,945,806	51,260,114	6,341,480	5,529,863	58,287,286	56,789,977
Net Position - End of Year	\$ 51,539,681	\$ 51,945,806	\$ 7,175,145	\$ 6,341,480	\$ 58,714,826	\$ 58,287,286

GREEN COUNTY

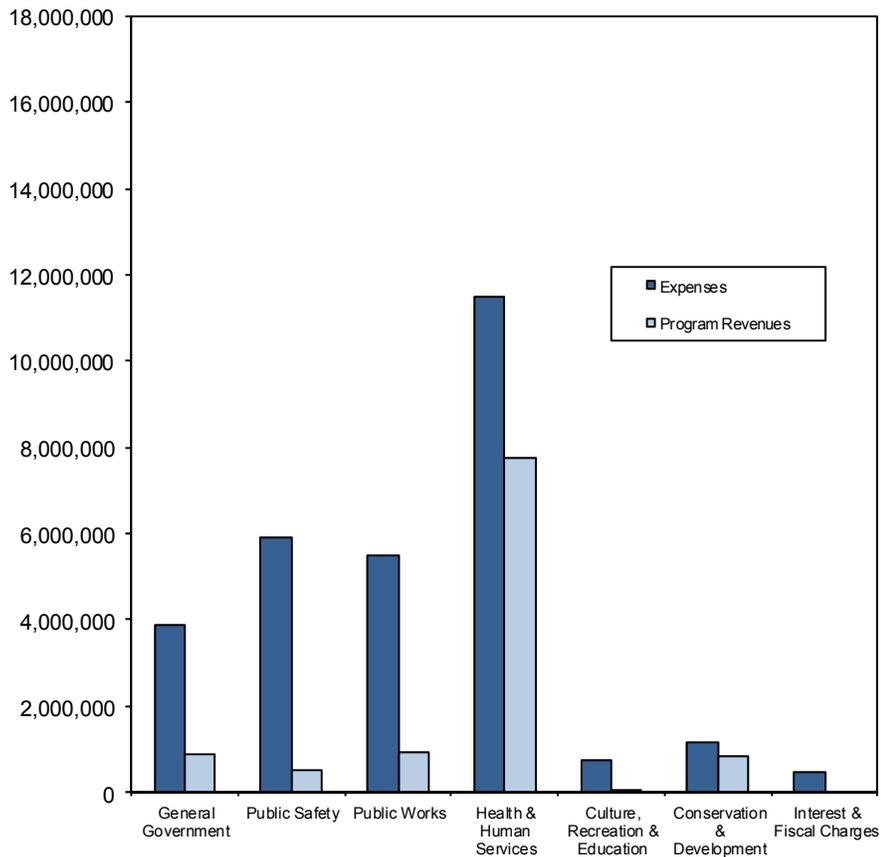
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

Governmental activities are generally supported by property taxes with the exception of Health and Human Services functions which receive approximately 67% of their funding from program revenues. The following chart compares expenses and program revenues for governmental activities.

**Expenses and Program Revenues
Governmental Activities**



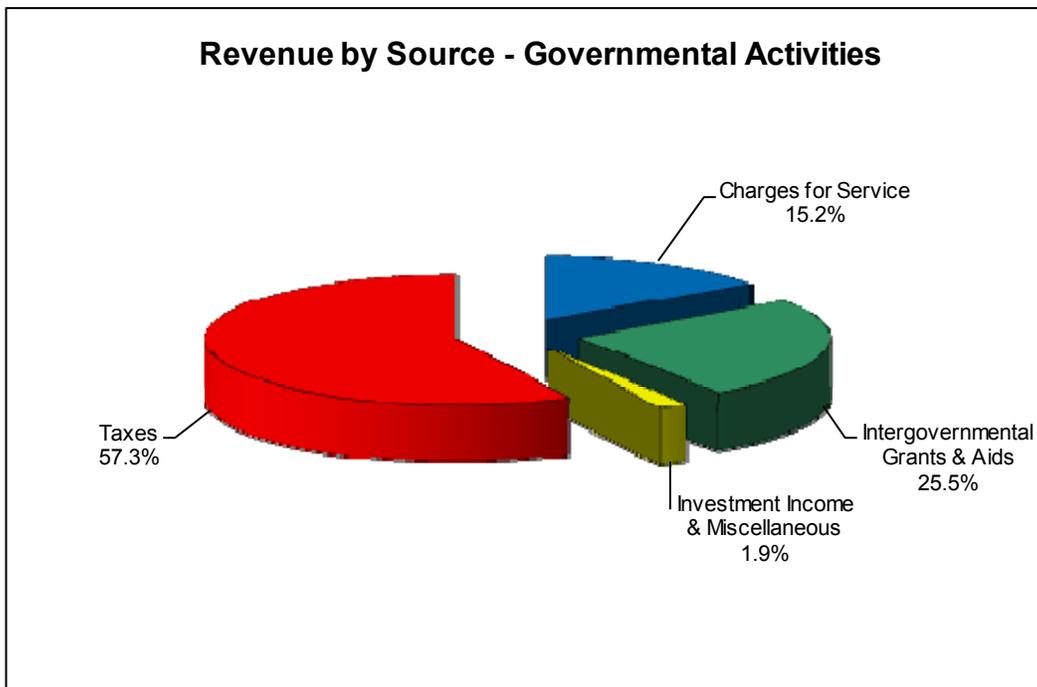
GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

The distribution of revenues in governmental activities shows an increase in intergovernmental revenues and charges for service and a decrease in taxes; investment income remains fairly constant. Overall, taxes and intergovernmental grants and aids are approximately 83% of total revenues, public charges and other sources provide the balance of the revenue.



GREEN COUNTY

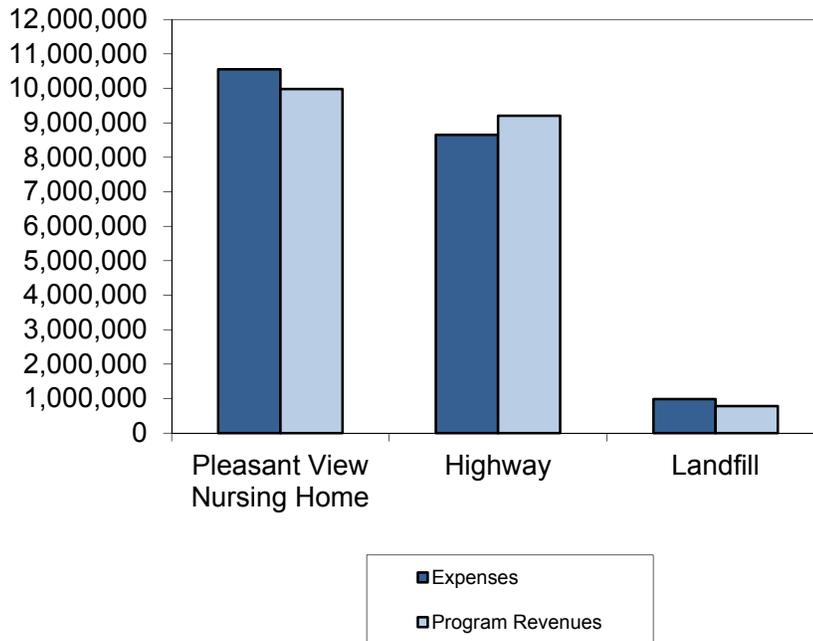
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

A comparison of operating expenses and revenues for business-type activities is illustrated in the following chart. Pleasant View Nursing Home continues to rely, to some extent, on intergovernmental revenues and property taxes to supplement program revenues.

Expenses and Program Revenues Business-type Activities



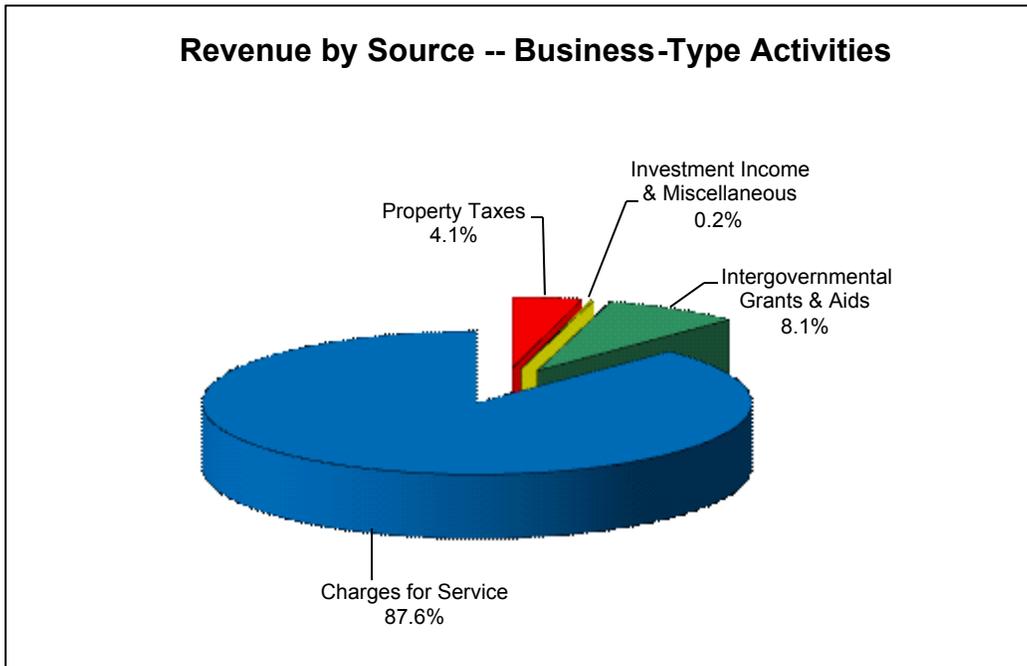
GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)

FUND FINANCIAL STATEMENTS (cont.)

The major sources of revenue for business-type activities are charges for services; other revenues, including property taxes, make up approximately 12% of total revenues.



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

GOVERNMENTAL FUNDS

The focus of Green County's governmental fund statements is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the county's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, Green County's governmental funds reported combined ending fund balances of \$11,334,576. Approximately 69% or \$7,767,031 constitutes unrestricted fund balance. Of the remaining fund balance, \$1,370,963 is classified as nonspendable -- \$563,534 for prepaid items and \$807,429 for long-term receivables. An additional amount of \$2,196,582 is restricted, \$308,348 for grant purposes, \$64,610 for jail improvement, \$138,422 for land information, \$390,135 is donor-restricted, and \$1,295,067 for revolving loans.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (cont.)

GOVERNMENTAL FUNDS (cont.)

The total unrestricted fund balance of \$7,767,031, is divided into separate classifications of assigned and unassigned. \$3,033,754 is assigned fund balance and is intended to be used for specific types of activities as follows:

- > Funds intended to reduce the tax levy for next fiscal year are \$2,000,000 from county sales tax collected.
- > An amount of \$561,617 is intended for future highway projects; \$147,678 is intended for human services programs, \$131,416 for capital projects, \$37,222 for rail line projects, and \$74,624 for law enforcement operations. The remainder is intended for specialized activities including tourism programs, recreational trails, conservation and educational programs, and property improvements.

The remaining \$4,733,277 or 42% of the total fund balance is classified as unassigned.

General Fund

The county's General Fund is used to account for the majority of the county's operations with the exception of the Human Services Department and the business activities recorded in other major funds. Operations included in the General Fund include the departments of Family Court Commissioner, Corporation Counsel, Finance, Child Support, Property and Building Management, Veteran's Service, Emergency Management, Public Health, Parks, University Extension, Land Conservation, Public Works, Tourism, and Community Development. This fund also accounts for the activity of the elected offices of the County Clerk, the Sheriff, the Coroner, the Clerk of Courts, the District Attorney, the County Treasurer, and the Register of Deeds.

During the current year, the fund balance of the General Fund increased by \$114,211. Major factors that make up this change are as follows:

- > A net amount of \$372,772 was returned from general fund departments; budget shortfalls of \$317,440 in a few departments were offset by \$690,212 of increased revenue or decreased expenditures in other departments.
- > Assigned fund balances in general fund departments increased by approximately \$25,000.
- > An amount of \$80,467 of prior year fund balance was used for 2013 highway projects.
- > Sales tax funds in the amount of \$201,250 were transferred to the Capital Project Fund for the fire suppression system at the nursing home.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (cont.)

GOVERNMENTAL FUNDS (cont.)

Human Services

The Human Services fund is used to account for the revenues and expenditures associated with the Human Services Department. The majority of the funding comes from a wide variety of intergovernmental revenues for community based waiver programs, Aging & Disability Resource Centers and collections, including medical assistance. The total county contribution for Human Services programs in 2013 was \$2,634,992 or 29% of total 2013 expenditures, this amount includes additional funding needed at the end of 2013 in the amount of \$107,810. The additional expenses can be attributed to higher inpatient costs at state institutions.

At the end of the current fiscal year, the Human Services fund had a fund balance of \$658,964, a decrease of \$57,238 from the previous year. The majority of this balance, \$511,287 is restricted; \$390,135 is the amount remaining from a bequest to be used for programs for the elderly, and the balance is grant funding for specific programs. The assigned portion of the fund balance represents program specific revenue retained for future expenditures.

Capital Projects

The Capital Projects Fund is used to account for and report financial resources that are assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities or other capital assets.

At the end of the current fiscal year, the Capital Projects Fund had a fund balance of \$131,416, a decrease of \$131,371. The decrease in fund balance is mostly due to current year expenditures for the completion of a major fire suppression system at the nursing home. Current year appropriations of \$375,000 were designated for the fire suppression system at the nursing home and an additional amount of \$201,250 was transferred from the sales tax account to supplement the cost of the system. \$21,817 was transferred from the Pleasant View fund to finalize the project, which totaled \$723,118. The remaining funds are assigned for future capital projects.

Debt Service

The Debt Service Fund accounts for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs. Total payments in 2013 included \$590,000 for principal and \$452,712 in interest. At the end of 2013, total general obligation long term debt of Green County was \$11,655,000.

Revolving Loan Fund

The Revolving Loan Fund accounts for Economic Development grants to Green County for business loans. As loans are repaid Green County uses the funds to loan to other businesses. The principal amount of outstanding loans as of December 31, 2013 was \$684,376. The county provided new loans to two businesses in 2013. The increase in fund balance of \$19,463 can be attributed to the interest portion of the loan payments.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (cont.)

PROPRIETARY FUNDS

Green County's proprietary fund statements provide the same type of information found in the county's government-wide financial statements, but in more detail.

At the end of the current fiscal year, Green County's proprietary funds reported combined net position of \$7,175,145. Of this amount, \$6,447,024 is the net investment in capital assets, and \$728,121 is unrestricted.

Pleasant View Nursing Home

This fund is used to account for the operations of the county nursing home. In addition to charges for service, the nursing home receives grant funding from the intergovernmental transfer program and supplemental funding from county tax dollars. For the current fiscal year, Pleasant View Nursing Home received \$980,466, approximately 9.3% of their operating expenses, from the intergovernmental transfer program. The County provided \$889,985 in tax dollars to supplement nursing home operations, approximately 8.5% of total operating expenses. The net position for Pleasant View Nursing Home increased by \$1,054,191, net investment in capital assets accounts for this increase. The largest portion is the contribution for the fire suppression system, (\$763,842), originally funded through the capital projects fund.

Landfill

The landfill fund is used to account for the county's solid waste management operations. The landfill officially closed for waste disposal in 2000, but continues to operate as a transfer station. All expenses are charged to users, no county tax dollars support landfill operations. The county is liable for long-term care and post closure monitoring for 40 years after closure. The landfill shows a deficit balance of \$625,147 in unrestricted net position due to this liability for long-term care and post closure monitoring of the landfill site.

Highway

The highway fund operates as an enterprise fund providing services to the county, state, and local governments for maintenance and construction of roads located in the county. The general fund is responsible for maintenance of county highways. The highway department maintains state and town roadways on a contract reimbursement basis with the State of Wisconsin and other local governments.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

GENERAL FUND BUDGETARY HIGHLIGHTS

Green County officially amends the budget at the end of the year after final appropriations are determined. Transfers may be made during the year as legislated by the County Board of Supervisors. Actual 2013 revenues exceeded budgeted amounts by \$410,040. Major factors affecting this variance are as follows:

- > Investment income, including interest and penalty on delinquent taxes exceeded budgeted amounts by \$105,847.
- > Intergovernmental grants and aids exceeded budgeted amounts by \$70,923.
- > Register of Deeds transfer tax exceeded budgeted amounts by \$34,423.
- > Charges to other governmental units and the public exceeded original estimates by \$119,667.

As a total, the final general fund expenditures were lower than original budgeted amounts by \$240,847. Most categories of expenditures were less than budgeted amounts. Some major items that contributed to this variance are as follows:

- > Public Safety expenditures were approximately \$190,000 less than budgeted due to savings in overtime in patrol and jail.
- > Government services building rental charges were less than budget by \$32,000.
- > University Extension charges were less than budget by \$24,000 due to vacancies of professional staff.

As a result of general fund operations in 2013, a net amount of \$480,582 was returned to unassigned fund balance. More detail about the general fund budget to actual comparison may be found in Required Supplementary Information on pages 42-49 of this report.

CAPITAL ASSETS

At the end of 2013, Green County has a total \$59,650,181 invested in capital assets (net of accumulated depreciation). The majority of these assets (88%) \$52,593,751 relate to governmental activities and \$7,056,430 are in business-type activities. This investment in capital assets includes land, land improvements, construction work in progress, buildings, machinery and equipment, and infrastructure.

Major additions for governmental activities for 2013 include:

- > \$1,614,146 for infrastructure, which includes county roads, right of way, bridges, and culverts.
- > \$125,736 for vehicles at the sheriff's department funded by general purpose revenues.
- > \$35,190 for building improvements on county properties funded by general purpose revenue.
- > \$17,534 for office equipment funded by general purpose revenues.

GREEN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) As of and for the Year Ended December 31, 2013

CAPITAL ASSETS (cont.)

Major increases for business-type activities include:

- > \$476,241 for highway machinery & equipment.
- > \$763,842 for a fire suppression system at the nursing home.
- > \$244,858 for office equipment at the nursing home.

More detailed information about Green County's capital assets may be found in Note IV. D on pages 30-31 of this report.

LONG-TERM DEBT

At the end of 2013, the total of Green County's general obligation debt was \$11,655,000. In accordance with Wisconsin State Statutes, Chapter 67, Green County's total general obligation debt may not exceed 5% of the equalized value of the taxable property within the county's jurisdiction. The debt limit as of December 31, 2013, was \$130,414,850.

More detailed information on the county's long-term debt can be found in Note IV. F on pages 33-34 of this report.

CURRENTLY KNOWN FACTS

On January 29, 2014, Pleasant View Nursing Home paid off a capital lease in the amount of \$579,721 that was set to mature on July 29, 2015.

All currently known facts and economic conditions were considered in preparing the 2014 county budget.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of Green County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Green County Finance Director, Courthouse, 1016 16th Avenue, Monroe, WI 53566.

GREEN COUNTY

STATEMENT OF NET POSITION As of December 31, 2013

	Governmental Activities	Business- type Activities	Totals
ASSETS			
Cash and investments	\$ 8,341,481	\$ 359,406	\$ 8,700,887
Receivables (net of allowance for uncollectibles)			
Taxes	13,928,985	889,774	14,818,759
Delinquent taxes	1,041,670	-	1,041,670
Accounts	562,459	1,652,432	2,214,891
Loans	684,376	-	684,376
Internal balances	238,961	(238,961)	-
Due from other governmental units	1,603,294	598,937	2,202,231
Inventories	-	1,282,242	1,282,242
Prepaid items	563,534	5,231	568,765
Restricted Assets			
Temporarily Restricted			
Cash and investments	-	1,005,428	1,005,428
Resident trust funds	-	9,445	9,445
Capital Assets			
Land	1,678,779	26,417	1,705,196
Construction in progress	-	278,378	278,378
Other capital assets, net of accumulated depreciation/ amortization	50,914,972	6,751,635	57,666,607
Total Assets	<u>79,558,511</u>	<u>12,620,364</u>	<u>92,178,875</u>
LIABILITIES			
Accounts payable	572,124	653,871	1,225,995
Accrued liabilities	532,307	342,262	874,569
Due to other governmental units	89,849	-	89,849
Unearned revenues	-	721,523	721,523
Deposits	163,661	-	163,661
Liabilities payable from restricted assets	-	1,306,519	1,306,519
Noncurrent Liabilities			
Due within one year	1,000,268	587,405	1,587,673
Due in more than one year	11,699,351	840,405	12,539,756
Total Liabilities	<u>14,057,560</u>	<u>4,451,985</u>	<u>18,509,545</u>
DEFERRED INFLOWS OF RESOURCES			
Unearned revenue	13,961,270	993,234	14,954,504
Total Deferred Inflows of Resources	<u>13,961,270</u>	<u>993,234</u>	<u>14,954,504</u>
NET POSITION			
Net investment in capital assets	40,912,176	6,447,024	47,359,200
Restricted			
Grant purposes	308,348	-	308,348
Jail improvement	64,610	-	64,610
Land information	138,422	-	138,422
Donor-restricted	390,135	-	390,135
Revolving loans	1,295,067	-	1,295,067
Unrestricted	<u>8,430,923</u>	<u>728,121</u>	<u>9,159,044</u>
TOTAL NET POSITION	<u>\$ 51,539,681</u>	<u>\$ 7,175,145</u>	<u>\$ 58,714,826</u>

See accompanying notes to financial statements.

GREEN COUNTY

STATEMENT OF ACTIVITIES For the Year Ended December 31, 2013

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 3,877,221	\$ 796,479	\$ 83,412	\$ -
Public safety	5,897,301	339,955	176,374	-
Public works	5,482,936	-	934,727	-
Health and human services	10,737,471	2,831,021	4,912,999	-
Culture, recreation and education	745,808	2,321	47,281	-
Conservation and economic developmer	1,148,294	299,563	535,804	-
Interest and fiscal charges	451,729	-	-	-
Total Governmental Activities	28,340,760	4,269,339	6,690,597	-
Business-type Activities				
Pleasant View Nursing Home	10,552,531	8,998,573	980,466	-
Landfill	983,146	782,564	-	-
Highway	8,651,113	9,075,806	-	129,742
Total Business-type Activities	20,186,790	18,856,943	980,466	129,742
Total	\$ 48,527,550	\$ 23,126,282	\$ 7,671,063	\$ 129,742

General Revenues

Taxes

- Property taxes, levied for general purposes
- Property taxes, levied for debt service
- Property taxes, levied for capital projects
- Property taxes, levied for Pleasant View Nursing Home
- Sales taxes
- Other taxes

Intergovernmental revenues not restricted to
specific programs

Investment income

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Position

NET POSITION - Beginning

NET POSITION - ENDING

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Totals
\$ (2,997,330)	\$ -	\$ (2,997,330)
(5,380,972)	-	(5,380,972)
(4,548,209)	-	(4,548,209)
(2,993,451)	-	(2,993,451)
(696,206)	-	(696,206)
(312,927)	-	(312,927)
(451,729)	-	(451,729)
<u>(17,380,824)</u>	<u>-</u>	<u>(17,380,824)</u>
-	(573,492)	(573,492)
-	(200,582)	(200,582)
-	554,435	554,435
-	<u>(219,639)</u>	<u>(219,639)</u>
(17,380,824)	(219,639)	(17,600,463)
12,481,862	-	12,481,862
1,042,712	-	1,042,712
375,000	-	375,000
-	889,985	889,985
2,177,032	-	2,177,032
8,549	-	8,549
473,254	-	473,254
530,589	27,658	558,247
8,835	12,527	21,362
<u>(123,134)</u>	<u>123,134</u>	<u>-</u>
<u>16,974,699</u>	<u>1,053,304</u>	<u>18,028,003</u>
(406,125)	833,665	427,540
<u>51,945,806</u>	<u>6,341,480</u>	<u>58,287,286</u>
<u>\$ 51,539,681</u>	<u>\$ 7,175,145</u>	<u>\$ 58,714,826</u>

See accompanying notes to financial statements.

GREEN COUNTY

BALANCE SHEET GOVERNMENTAL FUNDS As of December 31, 2013

	General	Human Services	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 7,596,168	\$ 3,206	\$ 742,107	\$ 8,341,481
Receivables				
Taxes	10,243,441	2,644,632	1,040,912	13,928,985
Delinquent taxes	1,041,670	-	-	1,041,670
Accounts	162,783	399,676	-	562,459
Loans	-	-	684,376	684,376
Due from other funds	1,041,438	-	-	1,041,438
Due from other governments	722,742	880,552	-	1,603,294
Prepaid items	562,465	1,069	-	563,534
TOTAL ASSETS	<u>\$ 21,370,707</u>	<u>\$ 3,929,135</u>	<u>\$ 2,467,395</u>	<u>\$ 27,767,237</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 235,334	\$ 336,790	\$ -	\$ 572,124
Accrued liabilities	372,191	123,365	-	495,556
Deposits	24,239	-	-	24,239
Due to other governmental units	89,849	-	-	89,849
Due to other funds	789,845	12,632	-	802,477
Funds held for others	-	139,422	-	139,422
Total Liabilities	<u>1,511,458</u>	<u>612,209</u>	<u>-</u>	<u>2,123,667</u>
Deferred Inflows of Resources				
Unearned revenues	10,262,396	2,657,962	1,040,912	13,961,270
Unavailable revenues	347,724	-	-	347,724
Total Deferred Inflows of Resources	<u>10,610,120</u>	<u>2,657,962</u>	<u>1,040,912</u>	<u>14,308,994</u>
Fund Balances				
Nonspendable	1,369,894	1,069	-	1,370,963
Restricted	390,228	511,287	1,295,067	2,196,582
Assigned	2,755,730	146,608	131,416	3,033,754
Unassigned	4,733,277	-	-	4,733,277
Total Fund Balances	<u>9,249,129</u>	<u>658,964</u>	<u>1,426,483</u>	<u>11,334,576</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 21,370,707</u>	<u>\$ 3,929,135</u>	<u>\$ 2,467,395</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds (see Note II A).	52,593,751
Some receivables that are not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide statements (see Note IV B).	347,724
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds (see Note II A).	<u>(12,736,370)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 51,539,681</u>

See accompanying notes to financial statements.

GREEN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended December 31, 2013

	General	Human Services	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 12,229,684	\$ 2,527,182	\$ 1,417,712	\$ 16,174,578
Intergovernmental	2,802,522	4,084,537	-	6,887,059
Licenses and permits	212,133	-	-	212,133
Fines, forfeitures and penalties	260,123	31,769	-	291,892
Public charges for services	1,154,543	1,745,160	-	2,899,703
Intergovernmental charges for services	99,289	612,548	-	711,837
Investment income	501,869	-	27,136	529,005
Miscellaneous	267,474	64,739	-	332,213
Total Revenues	<u>17,527,637</u>	<u>9,065,935</u>	<u>1,444,848</u>	<u>28,038,420</u>
EXPENDITURES				
Current				
General government	3,511,780	-	6,320	3,518,100
Public safety	5,732,689	-	-	5,732,689
Public works	5,066,129	-	-	5,066,129
Health and human services	1,541,635	9,230,983	723,118	11,495,736
Culture, recreation and education	743,499	-	-	743,499
Conservation and economic development	1,127,525	-	7,673	1,135,198
Debt Service				
Principal	-	-	590,000	590,000
Interest and fiscal charges	-	-	452,712	452,712
Total Expenditures	<u>17,723,257</u>	<u>9,230,983</u>	<u>1,779,823</u>	<u>28,734,063</u>
Excess (deficiency) of revenues over expenditures	<u>(195,620)</u>	<u>(165,048)</u>	<u>(334,975)</u>	<u>(695,643)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	618,891	107,810	223,067	949,768
Transfers out	(309,060)	-	-	(309,060)
Total Other Financing Sources (Uses)	<u>309,831</u>	<u>107,810</u>	<u>223,067</u>	<u>640,708</u>
Net Change in Fund Balance	114,211	(57,238)	(111,908)	(54,935)
FUND BALANCES - Beginning	<u>9,134,918</u>	<u>716,202</u>	<u>1,538,391</u>	<u>11,389,511</u>
FUND BALANCES - ENDING	<u>\$ 9,249,129</u>	<u>\$ 658,964</u>	<u>\$ 1,426,483</u>	<u>\$ 11,334,576</u>

See accompanying notes to financial statements.

GREEN COUNTY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2013

Net change in fund balances - total governmental funds	\$ (54,935)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital additions as expenditures. However, in the statement of net position the cost of these assets is capitalized and they are depreciated over their estimated useful lives with depreciation expense reported in the statement of activities.

Capital additions are reported as expenditures in the fund financial statements but are capitalized in the government-wide financial statements	1,792,606
Depreciation is reported in the government-wide statements	(2,438,818)

Net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins) is to decrease net position.	(281,865)
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Receivables not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements.	19,349
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Debt and lease proceeds provide current financial resources to governmental funds, but issuing these obligations increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Capital lease payment	10,437
Principal repaid	590,000

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Compensated absences	(43,882)
Accrued interest on debt	983

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ <u>(406,125)</u>
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GREEN COUNTY

STATEMENT OF NET POSITION PROPRIETARY FUNDS As of December 31, 2013

ASSETS	Business-type Activities - Enterprise Funds			
	Pleasant View Nursing Home	Landfill	Highway	Totals Current Year
Current Assets				
Cash and investments	\$ 7,773	\$ 351,233	\$ 400	\$ 359,406
Taxes receivable	889,774	-	-	889,774
Accounts receivable	1,499,935	15,769	136,728	1,652,432
Due from other funds	90,658	489	709,674	800,821
Due from other governmental units	-	48,563	550,374	598,937
Inventories	55,289	-	1,226,953	1,282,242
Prepaid items	5,231	-	-	5,231
Total Current Assets	<u>2,548,660</u>	<u>416,054</u>	<u>2,624,129</u>	<u>5,588,843</u>
Noncurrent Assets				
Restricted assets				
Cash and investments	-	1,005,428	-	1,005,428
Resident trust funds	9,445	-	-	9,445
Capital assets:				
Land	5,142	-	21,275	26,417
Construction in progress	-	278,378	-	278,378
Property and equipment	10,228,614	4,318,568	10,071,252	24,618,434
Less: Accumulated depreciation	(7,554,338)	(3,934,098)	(6,378,363)	(17,866,799)
Total Capital Assets (Net of Accumulated Depreciation)	<u>2,679,418</u>	<u>662,848</u>	<u>3,714,164</u>	<u>7,056,430</u>
Total Noncurrent Assets	<u>2,688,863</u>	<u>1,668,276</u>	<u>3,714,164</u>	<u>8,071,303</u>
Total Assets	<u>5,237,523</u>	<u>2,084,330</u>	<u>6,338,293</u>	<u>13,660,146</u>

See accompanying notes to financial statements.

	Business-type Activities - Enterprise Funds			
	Pleasant View Nursing Home	Landfill	Highway	Totals Current Year
	<u>Home</u>	<u>Landfill</u>	<u>Highway</u>	<u>Current Year</u>
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 299,709	\$ 42,148	\$ 312,014	\$ 653,871
Accrued salaries and wages	214,575	10,502	108,424	333,501
Accrued interest	8,761	-	-	8,761
Vested employee benefits	185,139	10,545	75,930	271,614
Due to other funds	326,740	358	712,684	1,039,782
Unearned revenues	-	662,847	58,676	721,523
Current portion of capital lease payable	278,713	-	37,078	315,791
Total Current Liabilities	<u>1,313,637</u>	<u>726,400</u>	<u>1,304,806</u>	<u>3,344,843</u>
Noncurrent Liabilities				
Liabilities payable from restricted assets				
Funds held in trust	9,445	-	-	9,445
Long-term care payable	-	1,297,074	-	1,297,074
Capital lease payable	293,615	-	-	293,615
Vested employee benefits	360,836	23,155	162,799	546,790
Total Noncurrent Liabilities	<u>663,896</u>	<u>1,320,229</u>	<u>162,799</u>	<u>2,146,924</u>
Total Liabilities	<u>1,977,533</u>	<u>2,046,629</u>	<u>1,467,605</u>	<u>5,491,767</u>
DEFERRED INFLOWS OF RESOURCES				
Unearned revenues	889,774	-	103,460	993,234
Total Deferred Inflows of Resources	<u>889,774</u>	<u>-</u>	<u>103,460</u>	<u>993,234</u>
NET POSITION				
Net investment in capital assets	2,107,090	662,848	3,677,086	6,447,024
Unrestricted (deficit)	263,126	(625,147)	1,090,142	728,121
TOTAL NET POSITION	<u>\$ 2,370,216</u>	<u>\$ 37,701</u>	<u>\$ 4,767,228</u>	<u>\$ 7,175,145</u>

See accompanying notes to financial statements.

GREEN COUNTY

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 PROPRIETARY FUNDS

For the Year Ended December 31, 2013

	Business-type Activities - Enterprise Funds			
	Pleasant View Nursing Home	Landfill	Highway	Totals Current Year
OPERATING REVENUES				
Charges for services	\$ 8,481,010	\$ 782,564	\$ 9,075,806	\$ 18,339,380
Miscellaneous	517,563	-	-	517,563
Total Operating Revenues	<u>8,998,573</u>	<u>782,564</u>	<u>9,075,806</u>	<u>18,856,943</u>
OPERATING EXPENSES				
Operation and maintenance	9,990,570	914,597	8,183,391	19,088,558
Depreciation	215,181	68,549	467,722	751,452
Miscellaneous	322,469	-	-	322,469
Total Operating Expenses	<u>10,528,220</u>	<u>983,146</u>	<u>8,651,113</u>	<u>20,162,479</u>
Operating Income (Loss)	<u>(1,529,647)</u>	<u>(200,582)</u>	<u>424,693</u>	<u>(1,305,536)</u>
NONOPERATING REVENUES (EXPENSES)				
Property taxes	889,985	-	-	889,985
Intergovernmental grants	980,466	-	129,742	1,110,208
Investment income	-	27,658	-	27,658
Interest expense	(24,311)	-	-	(24,311)
Miscellaneous	(4,327)	-	16,854	12,527
Total Nonoperating Revenues (Expenses)	<u>1,841,813</u>	<u>27,658</u>	<u>146,596</u>	<u>2,016,067</u>
Income (Loss) Before Transfers	<u>312,166</u>	<u>(172,924)</u>	<u>571,289</u>	<u>710,531</u>
TRANSFERS AND CONTRIBUTIONS				
Capital contributions	763,842	-	-	763,842
Transfers out	(21,817)	-	(618,891)	(640,708)
Total Transfers and Contributions	<u>742,025</u>	<u>-</u>	<u>(618,891)</u>	<u>123,134</u>
Change in Net Position	1,054,191	(172,924)	(47,602)	833,665
NET POSITION - Beginning	<u>1,316,025</u>	<u>210,625</u>	<u>4,814,830</u>	<u>6,341,480</u>
NET POSITION - ENDING	<u>\$ 2,370,216</u>	<u>\$ 37,701</u>	<u>\$ 4,767,228</u>	<u>\$ 7,175,145</u>

GREEN COUNTY

STATEMENT OF CASH FLOWS
 PROPRIETARY FUND TYPES
 For the Year Ended December 31, 2013

	Business-type Activities - Enterprise Funds			
	Pleasant View Nursing Home	Landfill	Highway	Totals Current Year
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 8,498,249	\$ 737,637	\$ 8,432,609	\$ 17,668,495
Resident trust funds	(446)	-	-	(446)
Cash paid to suppliers for goods and services	(4,362,697)	(541,899)	(5,535,163)	(10,439,759)
Cash payments to employees for operating payroll	(5,524,015)	(140,697)	(1,916,417)	(7,581,129)
Net Cash Flows From Operating Activities	<u>(1,388,909)</u>	<u>55,041</u>	<u>981,029</u>	<u>(352,839)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers out	(21,817)	-	(618,891)	(640,708)
Intergovernmental grants	980,466	-	-	980,466
General property tax revenues	889,985	-	-	889,985
Net Cash Flows From Non-Capital Financing Activities	<u>1,848,634</u>	<u>-</u>	<u>(618,891)</u>	<u>1,229,743</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Marketable securities purchased	-	(27,300)	-	(27,300)
Marketable securities sold	-	47,543	-	47,543
Investment income	-	27,658	-	27,658
Net Cash Flows From Investing Activities	<u>-</u>	<u>47,901</u>	<u>-</u>	<u>47,901</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Cash used to retire capital leases	(260,993)	(17,700)	(70,078)	(348,771)
Interest paid	(28,347)	-	-	(28,347)
Intergovernmental grants	-	-	129,742	129,742
Proceeds from sale of capital assets	-	-	16,854	16,854
Acquisition and construction of capital assets	(267,638)	-	(476,241)	(743,879)
Salvage value	-	-	37,585	37,585
Net Cash Flows From Capital and Related Financing Activities	<u>(556,978)</u>	<u>(17,700)</u>	<u>(362,138)</u>	<u>(936,816)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(97,253)	85,242	-	(12,011)
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>114,471</u>	<u>265,991</u>	<u>400</u>	<u>380,862</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 17,218</u>	<u>\$ 351,233</u>	<u>\$ 400</u>	<u>\$ 368,851</u>

See accompanying notes to financial statements.

	Business-type Activities - Enterprise Funds			
	Pleasant View Nursing Home	Landfill	Highway	Totals Current Year
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (1,529,647)	\$ (200,582)	\$ 424,693	\$ (1,305,536)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows From Operating Activities				
Depreciation	215,181	68,549	467,722	751,452
Change in Assets and Liabilities				
Accounts receivable	(500,670)	13,420	(6,066)	(493,316)
Due from other funds	346	(195)	(394,526)	(394,375)
Due from other governmental units	-	(7,302)	(260,284)	(267,586)
Inventories	2,695	-	78,496	81,191
Prepaid items	(399)	-	-	(399)
Accounts payable	19,331	14,537	110,451	144,319
Accrued liabilities	79,819	204,156	-	283,975
Other liabilities	-	13,344	42,245	55,589
Due to other funds	324,881	(36)	-	324,845
Due to other governments	-	-	500,619	500,619
Unearned revenues	-	(50,850)	17,679	(33,171)
Funds held in trust	(446)	-	-	(446)
NET CASH FLOWS FROM OPERATING ACTIVITIES	\$ (1,388,909)	\$ 55,041	\$ 981,029	\$ (352,839)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION - PROPRIETARY FUNDS				
Cash and investments - statement of net position - proprietary fund	\$ 7,773	\$ 351,233	\$ 400	\$ 359,406
Restricted cash and investments - statement of net position - proprietary funds	9,445	1,005,428	-	1,014,873
Non-cash equivalents	-	(1,005,428)	-	(1,005,428)
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 17,218	\$ 351,233	\$ 400	\$ 368,851

NONCASH INVESTING, CAPITAL AND RELATED FINANCING ACTIVITIES

In 2013, Pleasant View Nursing Home received contributed capital assets in the amount of \$763,842 for a sprinkler system from the county and issued a capital lease in the amount of \$14,282.

GREEN COUNTY

STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
As of December 31, 2013

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 4,370,265
Taxes receivable	<u>442,855</u>
TOTAL ASSETS	\$ <u>4,813,120</u>
LIABILITIES	
Accounts payable	\$ 63,390
Due to other governmental units	442,855
Funds held for others	<u>4,306,875</u>
TOTAL LIABILITIES	\$ <u>4,813,120</u>

GREEN COUNTY

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GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Green County, Monroe, Wisconsin conform to generally accepted accounting principles as applicable to governmental units. The accepted standard setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. REPORTING ENTITY

This report includes all of the funds of the county. The reporting entity for the county consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The county has not identified any organizations that meet this criteria.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Government-Wide Financial Statements

In March 2012, the GASB issued statement No. 65 - *Items Previously Reported as Assets and Liabilities*. This statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This standard was implemented effective January 1, 2013.

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The county does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund equity, revenues, and expenditure/expenses.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the county or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the county believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds and proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The county reports the following major governmental funds:

General Fund – accounts for the county’s primary operating activities. It is used to account for and report all financial resources except those accounted and reported for in another fund.

Human Services Special Revenue Fund – used to account for and report grants and local revenues legally restricted or committed to supporting expenditures for human services related programs.

The county reports the following major enterprise funds:

Pleasant View Nursing Home – accounts for operations of the nursing home

Landfill – accounts for operations of the landfill

Highway – accounts for operations of the highway department

The county reports the following nonmajor governmental funds:

Special Revenue Fund – used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Revolving loan

Debt Service Fund – used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of general long-term debt principal, interest, and related costs.

Capital Projects Fund – used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

Fund Financial Statements (cont.)

In addition, the county reports the following fund types:

Agency funds are used to account for and report assets held by the county in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. Agency funds include the Sheriff's Trust Account, Huber Law, Clerk of Courts, District Attorney, Drainage Districts, Tax Collection, and Municipal Tax Collection funds.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and unearned revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the county considers revenues to be available if they are collected within 60 days of the end of the current fiscal period except for human services reimbursable grants, for which available is defined as six months. This is necessary to provide proper matching of grant revenues with the related expenditures. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and unearned revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Sales taxes are recognized as revenues in the year in which the underlying sales relating to it takes place.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)

Fund Financial Statements (cont.)

Intergovernmental aids and grants are recognized as revenues in the period the county is entitled the resources and the amounts are available. Amounts owed to the county which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting, and do not have a measurement focus.

The proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Pleasant View Nursing Home, Landfill, and Highway funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY

1. Deposits and Investments

For purposes of the statement of cash flows, the county considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

Investment of county funds is restricted by state statutes. Available investments are limited to:

- a. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

- b. Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, the University of Wisconsin Hospitals and Clinics Authority, or the Wisconsin Aerospace Authority.
- c. Bonds or securities issued or guaranteed by the federal government.
- d. The local government investment pool.
- e. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- f. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- g. Repurchase agreements with public depositories, with certain conditions.

The county has adopted an investment policy that follows the state statute for allowable investments.

Custodial Credit Risk

The county's investment policy states that funds placed in any single depository institution above \$650,000 must be 100% collateralized as to principal and accrued interest with securities that are obligations of the U.S. Government or its agencies that are fully guaranteed by the U.S. Government. Securities held as collateral shall be delivered for safekeeping to a custodial bank approved by the county. At December 31, 2013, the county has deposits which do not meet the previous criteria and are uninsured and uncollateralized. See Note IV.A.

Credit Risk

The county's investment policy states the county may invest in securities issued or guaranteed by the U.S. Government, U.S. Treasury obligations, State of Wisconsin local government investment pool, and corporate bonds issued by U.S. companies that are rated the highest or second highest rating category of a nationally recognized rating agency, and other allowable investments. Complete details are available in the county's investment policy.

Interest Rate Risk

The county's investment policy states the county may invest in U.S. Treasury obligations with a final maturity not exceeding five years, repurchase agreements with a termination date of 180 days or less, and corporate bonds with maturities not exceeding three years.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of various accounting funds is allocated based on average balances. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

1. Deposits and Investments (cont.)

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2013, the fair value of the county's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

See Note IV.A. for further information.

2. Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. They are not legally available for appropriation until the ensuing year. In addition to property taxes for the county, taxes are collected for and remitted to the state government as well as the local school district and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other governmental units on the Statement of Assets and Liabilities – Agency Funds.

Property tax calendar – 2013 tax roll:

Lien date and levy date	December 2013
Tax bills mailed	December 2013
Payment in full, or	January 31, 2014
First installment due	January 31, 2014
Second installment due	July 31, 2014
Personal property taxes in full	January 31, 2014
Tax sale – 2013 delinquent real estate taxes	October 2016

Property taxes are due, in the year subsequent to levy, on the last day of January, and collected by local treasurers through that date, at which time unpaid taxes are assigned to the county and appropriate receivables and payables are recorded. Tax collections become the responsibility of the county and taxes receivable include unpaid taxes levied for all taxing entities within the county. The county makes restitution to local districts in August for payables recorded at the settlement date without regard to collected funds. A lien is placed on all properties for which a portion of the current tax levy remains unpaid as of September 1. The interest and penalties on taxes not paid within 60 days of the end of the current fiscal period is shown as deferred revenue until it is received in cash.

The portion of county property taxes receivable at December 31, 2013, which relates to taxes initially levied by other municipalities and uncollected within sixty days after year-end, has been reflected in the accompanying financial statements as nonspendable fund balance of the general fund in the amount of \$807,429.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

2. Receivables (cont.)

Accounts receivable in all funds have been adjusted for all known uncollectible accounts. No allowance for uncollectible delinquent taxes has been provided because of the county's demonstrated ability to recover any losses through the sale of the applicable property.

Pleasant View Nursing Home uses the allowance method to provide for losses from uncollectible accounts. The allowance is maintained at a level which management feels is sufficient to cover potential uncollectible accounts. The allowance for doubtful accounts was \$71,938 at December 31, 2013 and \$13,605 in bad debts were written off during 2013.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

The county has a 0.5% sales tax which is collected by the State of Wisconsin and remitted to the county monthly. Sales tax is accrued as a receivable when the underlying sale relating to it takes place. At December 31, 2013, the county has accrued two months of subsequent year's collections as receivable.

The county has received federal grant funds for economic development and housing rehabilitation loan programs to various businesses and individuals. The county records a loan receivable when the loan has been made and funds have been disbursed. The amount recorded as economic development and housing rehabilitation loans receivable has not been reduced by an allowance for uncollectible accounts.

It is the county's policy to record revenue when the initial loan is made from the federal grant funds. When new loans are made from loan repayments, expenditures are recorded. Interest received from loan repayments is recognized as revenue when received in cash. Any unspent loan repayments at year end are presented as restricted fund balance in the fund financial statements.

Pleasant View Nursing Home

Pleasant View Nursing Home ("nursing home") revenues are recorded based on actual service rendered, with billings made to residents monthly. The nursing home does not accrue revenues beyond billing dates.

Resident accounts receivable includes amounts receivable for services rendered to residents under the Title XIX Wisconsin Medical Assistance Program (Medicaid). The nursing home reported revenues of \$4,649,652 from the Title XIX patients in 2013. These revenues are subject to audit and retroactive adjustment by the Medical Assistance Program. Resident accounts receivable also includes amounts receivable for services rendered to residents under the Medicare Program. The nursing home reported revenues of \$1,411,938 from the Medicare Program in 2013. These revenues are subject to audit and retroactive adjustment by the Medicare Program. All amounts are considered to be collectible in the following year.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

3. Inventories and Prepaid Items

Governmental fund inventory items are charged to expenditure accounts when purchased. Year-end inventory was not significant. Proprietary fund inventories are generally used for construction and/or for operation and maintenance work. They are not for resale. They are valued at cost based on the first-in/first-out (FIFO) method of accounting.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net position.

5. Capital Assets

Government-Wide Statements

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 for general capital assets, with the exception of those reported in the Pleasant View Nursing Home fund which reports general capital assets with an initial cost of \$1,000 or more, and an estimated useful life in excess of one year. Infrastructure assets include those with an initial cost of \$25,000 or more, and an estimated useful life in excess of one year. In addition, a \$20,000 threshold has been established for remodeling projects. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated fixed assets are recorded at their estimated fair value at the date of donation.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. No interest was capitalized during the current year. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired, or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

5. Capital Assets (cont.)

Government–Wide Statements (cont.)

Depreciation and amortization of all exhaustible capital assets are recorded as an allocated expense in the statement of activities, with accumulated depreciation and amortization reflected in the statement of net position. Depreciation and amortization are provided over the assets' estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

Buildings	25-40 Years
Land Improvements	20-30 Years
Machinery and Equipment	2-20 Years
Infrastructure	20-50 Years
Intangibles	5-20 Years

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

6. Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2013 are determined on the basis of current salary rates and include salary related payments.

7. Long-Term Obligations/Conduit Debt

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) is reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

7. Long-Term Obligations/Conduit Debt (cont.)

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue using the effective interest method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position. The balance at year end for gains/losses is shown as a deferred outflow/inflow in the statement of net position.

The county does not engage in conduit debt transactions.

8. Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

The highway fund includes deferred inflows of resources for the unearned revenues from transportation costs pools.

9. Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the county’s policy to use restricted resources first, then unrestricted resources as they are needed.

Governmental fund equity is classified as fund balance and displayed as follows:

- a. Nonspendable – Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted – Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

D. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY (cont.)

9. Equity Classifications (cont.)

Government-Wide Statements (cont.)

- c. Committed – Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the county. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the county that originally created the commitment.
- d. Assigned – Includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following; 1) Board identification, 2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- e. Unassigned – Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

The county considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the county would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The county has a formal minimum fund balance policy. That policy states that an unassigned general fund balance shall be maintained as of December 31 of each year equal to a minimum of 2 months (or 17%) of the ensuing year's budgeted general fund expenditures. The unassigned general fund balance at year end was \$4,733,277 or 26%.

See Note IV.I. for further information.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE II – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. The details of this reconciliation include the following items:

Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.

Land	\$ 1,678,779
Land improvements	290,423
Buildings and improvements	15,546,119
Machinery and equipment	3,316,909
Infrastructure	74,253,898
Intangibles	121,000
Less: Accumulated depreciation	<u>(42,613,377)</u>
Capital Assets	<u>\$ 52,593,751</u>

Long-term liabilities applicable to the county's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities—both current and long-term—are reported in the statement of net position.

Bonds and notes payable	\$ 11,655,000
Compensated absences	1,018,044
Accrued interest	36,751
Capital leases	<u>26,575</u>
Combined Adjustment for Long-Term Liabilities	<u>\$ 12,736,370</u>

NOTE III – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. LIMITATIONS ON THE COUNTY'S TAX LEVY

Wisconsin law limits the county's future tax levies. Generally, the county is limited to its prior tax levy dollar amount (excluding TIF districts), increased by the greater of the percentage change in the county's equalized value due to new construction, or zero percent. Changes in debt service from one year to the next are generally exempt from this limit with certain exceptions. The county is required to reduce its allowable levy by the estimated amount of fee revenue it collects for certain services, if those services were funded in 2013 by the property tax levy. Levies can be increased above the allowable limits if the amount is approved by referendum.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

The county maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net position and balance sheet as cash and investments.

The county's cash and investments at year end were comprised of the following:

	Carrying Value	Statement Balance	Associated Risks
Deposits	\$ 13,330,024	\$ 13,541,063	Custodial credit
U.S. Treasury note	46,477	46,477	Custodial credit, interest rate
LGIP	676,193	676,193	Credit
Petty cash	3,155	-	N/A
Cash on hand	30,176	-	N/A
Total Cash and Investments	\$ 14,086,025	\$ 14,263,733	
Reconciliation to financial statements			
Per statement of net position			
Unrestricted cash and investments	\$ 8,700,887		
Restricted cash and investments	1,014,873		
Per statement of assets and liabilities –			
Agency	4,370,265		
Total Cash and Investments	\$ 14,086,025		

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit amounts (interest-bearing and noninterest bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposits.

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has been considered in computing the custodial credit risk.

The county maintains collateral agreements and a letter of credit with its banks. At December 31, 2013, the banks had pledged various government securities in the amount of \$9,701,035 to secure the county's deposits.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

A. DEPOSITS AND INVESTMENTS (cont.)

Custodial Credit Risk

Deposits – Custodial credit risk is the risk that in the event of a financial institution failure, the county's deposits may not be returned to the county.

As of December 31, 2013, \$186,355 of the county's total bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ <u>186,355</u>
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Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

At December 31, 2013, the county had investments in the following external pool which is not rated:

Local Government Investment Pool

Interest Rate Risk

<u>Investment</u>	<u>Maturity Date</u>	<u>Fair Value</u>
U.S. Treasury Note	1/31/16	\$ <u>46,477</u>

B. RECEIVABLES

Receivables not expected to be collected within one year include \$807,429 in the general fund and \$567,505 in the revolving loan fund.

Governmental funds report *unavailable or unearned revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *unavailable revenue* and *unearned revenue* reported in the governmental funds were as follows:

	<u>Unearned</u>	<u>Unavailable</u>
Property taxes receivable for subsequent year	\$ 13,928,985	\$ -
Delinquent property taxes receivable	-	234,541
Other unavailable receivables	-	113,183
Grant drawdowns prior to meeting all eligibility requirements	<u>32,285</u>	<u>-</u>
Total Unavailable/Unearned Revenue for Governmental Funds	<u>\$ 13,961,270</u>	<u>\$ 347,724</u>

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES (cont.)

Delinquent property taxes purchased from other taxing authorities are reflected as nonspendable fund balance at year-end. Delinquent property taxes collected within sixty days subsequent to year-end are considered to be available for current expenditures and are therefore excluded from the nonspendable portion of fund balances. Delinquent property taxes levied by the county are reflected as deferred revenue and are excluded from the fund balance until collected. At December 31, 2013, delinquent property taxes by year levied consists of the following:

	Total	County Levied	County Purchased
Tax Certificates			
2012	\$ 604,840	\$ 136,633	\$ 468,207
2011	263,623	59,842	203,781
2010	132,161	28,917	103,244
2009	33,404	7,449	25,955
2008	7,942	1,700	6,242
Total Delinquent Property Taxes Receivable	\$ 1,041,970	\$ 234,541	\$ 807,429

Enterprise funds defer revenue recognition in connection with resources that have been received, but not yet earned. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of *unearned revenue* reported in the enterprise funds were as follows:

	Unearned
Property taxes receivable for subsequent year	\$ 889,774
Depreciation collected in advance	662,847
Transportation cost pools	103,460
Revenue collected in advance	58,676
Total Unearned Revenue For Enterprise Funds	\$ 1,714,757
Unearned revenue included in liabilities	\$ 721,523
Unearned revenue included in deferred inflows	993,234
	\$ 1,714,757

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

B. RECEIVABLES (cont.)

For economic development loans, the county is limited by the Wisconsin Department of Commerce to the amount of program income from economic development loans that it may retain and loan to other businesses. Program income includes the principal and interest received from economic development loans repayments. Based upon its current population, the county may retain \$750,000.

At December 31, 2013, the county has not exceeded its maximum retention cap. When it does, a liability to the state will be recorded.

C. RESTRICTED ASSETS

The Pleasant View Nursing Home has restricted assets in the amount of \$9,445. These restricted assets represent nursing home residents' funds held for safekeeping by the nursing home. The funds are maintained in individual savings accounts and the balance in a checking account. All interest earned is added to the respective residents' balance.

The landfill has restricted assets in the amount of \$1,005,428. These restricted assets represent landfill funds held for postclosure costs of the solid waste landfill. The funds are maintained in a trust account.

Restricted cash and investments and restricted net position of the county's enterprise funds as of December 31, 2013 consist of the following accounts:

	Restricted Assets	Amounts Payable From Restricted Assets	Restricted Net Position
Landfill financial responsibility	\$ 1,005,428	\$ 1,297,074	\$ (291,646) *
Pleasant View Nursing Home Resident Trust	9,445	9,445	-
Totals	\$ 1,014,873	\$ 1,306,519	\$ (291,646)

* Shows as zero in statement of net position. Per accounting standards, this cannot be shown as a negative restriction.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2013 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated/amortized				
Land	\$ 1,678,779	\$ -	\$ -	\$ 1,678,779
Capital assets being depreciated/amortized				
Land improvements	290,423	-	-	290,423
Buildings and improvements	15,557,936	35,190	47,007	15,546,119
Machinery and equipment	3,444,676	143,270	271,037	3,316,909
Intangibles	121,000	-	-	121,000
Roads	59,263,098	1,055,919	719,850	59,599,167
Bridges	9,358,541	548,488	35,400	9,871,629
Culverts	4,514,902	9,739	33,700	4,490,941
Sewer line	292,161	-	-	292,161
Total Capital Assets				
Being Depreciated/Amortized	92,842,737	1,792,606	1,106,994	93,528,349
Less: Accumulated depreciation/amortization for				
Land improvements	(53,741)	(11,751)	-	(65,492)
Buildings and improvements	(3,280,999)	(340,806)	(46,744)	(3,575,061)
Machinery and equipment	(1,748,497)	(241,878)	(188,135)	(1,802,240)
Intangibles	(26,946)	(12,100)	-	(39,046)
Roads	(31,436,325)	(1,553,900)	(539,850)	(32,450,375)
Bridges	(2,179,200)	(193,600)	(35,400)	(2,337,400)
Culverts	(2,243,420)	(78,940)	(15,000)	(2,307,360)
Sewer line	(30,560)	(5,843)	-	(36,403)
Total Accumulated				
Depreciation/Amortization	(40,999,688)	(2,438,818)	(825,129)	(42,613,377)
Net Capital Assets				
Being Depreciated/Amortized	51,843,049	(646,212)	281,865	50,914,972
Total Governmental Activities				
Capital Assets, Net of				
Depreciation/Amortization	\$ 53,521,828	\$ (646,212)	\$ 281,865	\$ 52,593,751

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

D. CAPITAL ASSETS (cont.)

Depreciation/amortization expense was charged to functions as follows:

Governmental Activities

General government	\$	329,415
Public safety		253,566
Public works, which includes the depreciation of roads, bridges and culverts		1,832,253
Health and human services		12,696
Culture, recreation and education		2,938
Conservation and economic development		<u>7,950</u>
 Total Governmental Activities Depreciation/Amortization Expense	 \$	 <u><u>2,438,818</u></u>

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Business-type Activities				
Capital assets not being depreciated				
Land	\$ 26,417	\$ -	\$ -	\$ 26,417
Construction in progress	<u>321,678</u>	<u>-</u>	<u>43,300</u>	<u>278,378</u> *
Total Capital Assets Not Being Depreciated	<u>348,095</u>	<u>-</u>	<u>43,300</u>	<u>304,795</u>
 Capital assets being depreciated				
Land improvements	3,891,890	-	-	3,891,890
Buildings and improvements	6,131,595	1,008,699	-	7,140,294
Machinery and equipment	<u>13,353,658</u>	<u>556,604</u>	<u>324,012</u>	<u>13,586,250</u>
Total Capital Assets Being Depreciated	<u>23,377,143</u>	<u>1,565,303</u>	<u>324,012</u>	<u>24,618,434</u>
 Less: Accumulated depreciation for				
Land improvements	(3,691,221)	(19,438)	-	(3,710,659)
Buildings and improvements	(5,355,847)	(66,241)	-	(5,422,088)
Machinery and equipment	<u>(8,350,379)</u>	<u>(665,773)</u>	<u>(282,100)</u>	<u>(8,734,052)</u>
Total Accumulated Depreciation	<u>(17,397,447)</u>	<u>(751,452)</u>	<u>(282,100)</u>	<u>(17,866,799)</u>
 Business-type Capital Assets, Net of Depreciation	 <u>\$ 6,327,791</u>	 <u>\$ 813,851</u>	 <u>\$ 85,212</u>	 <u>7,056,430</u>

* Includes landfill's idle temporary impaired capital assets of \$278,378.

Depreciation expense was charged to functions as follows:

Business-type Activities

Pleasant View Nursing Home	\$	215,181
Landfill		68,549
Highway		<u>467,722</u>
 Total Business-type Activities Depreciation Expense	 \$	 <u><u>751,452</u></u>

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Human Services	\$ 3,797
General	Highway	712,684
General	Pleasant View Nursing Home	324,957
Pleasant View Nursing Home	General	83,302
Pleasant View Nursing Home	Human Services	7,356
Landfill	General	489
Highway	General	706,054
Highway	Human Services	1,479
Highway	Pleasant View Nursing Home	1,783
Highway	Landfill	358
Sub-Total Fund Financial Statements		1,842,259
Less: Fund eliminations		(5,938)
Less: Government-wide eliminations		(1,597,360)
Total Internal Balances – Government-Wide Statement of Net Position		\$ 238,961
<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Governmental activities	Business-type activities	\$ 1,037,641
Business-type activities	Governmental activities	(798,680)
Total Government-wide Financial Statements		\$ 238,961

All interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

All amounts are due within one year.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (cont.)

For the statement of net position, interfund balances which are owed within the governmental activities or business-type activities are netted and eliminated.

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
General	Highway	\$ 618,891	Machinery earnings
Human Services	General	107,810	Cover shortfall
Capital Projects	General	201,250	Cover project costs
Capital Projects	Pleasant View Nursing Home	21,817	Sprinkler system over-run
Sub-Total – Fund Financial Statements		949,768	
Less: Fund eliminations		(309,060)	
Less: Capital assets contributed from governmental activities to business-type activities		(763,842)	
Total Transfers – Government-Wide Statement of Activities		\$ (123,134)	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2012 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
GOVERNMENTAL ACTIVITIES					
Bonds and Notes Payable					
General obligation debt	\$ 12,245,000	\$ -	\$ 590,000	\$ 11,655,000	\$ 600,000
Other Liabilities					
Vested compensated absences	974,162	428,807	384,925	1,018,044	389,526
Capital leases	37,012	-	10,437	26,575	10,742
Total Other Liabilities	1,011,174	428,807	395,362	1,044,619	400,268
Total Governmental Activities Long-Term Liabilities	\$ 13,256,174	\$ 428,807	\$ 985,362	\$ 12,699,619	\$ 1,000,268
BUSINESS-TYPE ACTIVITIES					
Other Liabilities					
Vested compensated absences	\$ 754,430	\$ 340,588	\$ 276,614	\$ 818,404	\$ 271,614
Capital leases	943,895	14,282	348,771	609,406	315,791
Total Business-type Activities Long-Term Liabilities	\$ 1,698,325	\$ 354,870	\$ 625,385	\$ 1,427,810	\$ 587,405

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

F. LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the county. Notes and bonds in the governmental funds will be retired by future property tax levies accumulated by the debt service fund. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the county may not exceed 5% of the equalized value of taxable property within the county's jurisdiction. The debt limit as of December 31, 2013, was \$130,414,880. Total general obligation debt outstanding at year end was \$11,655,000.

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebted- ness</u>	<u>Balance 12/31/13</u>
Governmental Activities					
General Obligation Debt					
General obligation					
Bonds	12/1/07	12/1/27	4%	\$ 5,000,000	\$ 5,000,000
Refunding bonds	6/1/10	12/1/28	3.5% - 4.25%	8,235,000	<u>6,655,000</u>
Total					<u>\$ 11,655,000</u>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities General Obligation Debt</u>	
	<u>Principal</u>	<u>Interest</u>
2014	\$ 600,000	\$ 440,913
2015	620,000	421,862
2016	640,000	402,163
2017	660,000	380,062
2018	685,000	356,325
2019 – 2023	3,830,000	1,378,255
2024 – 2028	<u>4,620,000</u>	<u>581,660</u>
Totals	<u>\$ 11,655,000</u>	<u>\$ 3,961,240</u>

Capital Leases

Refer to Note IV. G.

Other Debt Information

Estimated payments of compensated absences are not included in the debt service requirement schedules. The compensated absences liability attributable to governmental activities will be liquidated primarily by the general fund.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

G. LEASE DISCLOSURES

Lessee – Capital Leases

In 2009 through 2012, the county acquired capital assets through lease/purchase agreements. The gross amount of these assets under capital leases is \$54,786, which are included in capital assets in the governmental activities. In 2005 and 2013, the Pleasant View Nursing Home acquired capital assets through a lease/purchase agreement. The gross amount of those assets under capital lease is \$2,042,627, which are included in property and equipment in the Pleasant View Nursing Home fund. In 2011, the highway acquired capital assets through lease/purchase agreements. The gross amount of these assets under capital lease is \$172,400, which are included in the property and equipment in the highway fund. Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 10,742	\$ 1,324	\$ 315,791	\$ 19,904
2015	6,477	856	287,237	8,917
2016	5,998	470	3,145	599
2017	3,358	125	3,233	198
Totals	<u>\$ 26,575</u>	<u>\$ 2,775</u>	<u>\$ 609,406</u>	<u>\$ 29,618</u>

Lessee – Operating Leases

The county has no material operating leases with a remaining noncancellable term exceeding one year.

Lessor – Capital Leases

The county has no material outstanding sales-type or direct financing leases.

Lessor – Operating Leases

The county does not receive material lease payments from property rented to others.

H. CLOSURE AND POSTCLOSURE CARE COST

State and federal laws and regulations require the county to place a final cover on its solid waste landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 40 years after closure. The county closed the landfill in 2000. Postclosure care costs will be paid over a period of 40 years after the date that the landfill stops accepting waste. The \$1,297,074 reported as landfill postclosure care liability at December 31, 2013, represents the cumulative amount reported to date based on the use of 100% of the estimated capacity of the landfill. These amounts are based on what it would cost to perform all postclosure care in 2013. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

H. CLOSURE AND POSTCLOSURE CARE COST (cont.)

The county, as required by state and federal laws and regulations, maintains a long term care trust to finance future closure and post closure costs. The Wisconsin Department of Natural Resources has determined that the fund is sufficient to complete the long term care work at the landfill and does not require annual contributions to the trust. At December 31, 2013, investments of \$1,005,428 are held for these purposes. These are reported as restricted assets. The county expects that this balance plus interest earnings on these funds will be sufficient to cover annual costs plus inflation for long-term care costs at some future date. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges to future landfill users or from future tax revenue.

The DNR has approved annual withdrawals from the fund to cover the estimated annual long term care costs. In 2013, the DNR authorized the withdrawal of \$47,226 from this fund.

I. GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES

Governmental activities net position reported on the government wide statement of net position at December 31, 2013 includes the following:

Governmental Activities

Net investment in capital assets	
Land	\$ 1,678,779
Other capital assets, net of accumulated depreciation	50,914,972
Less: Related long-term debt outstanding	<u>(11,681,575)</u>
Total Net Investment in Capital Assets	<u>\$ 40,912,176</u>

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

I. GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES (cont.)

Governmental Activities (cont.)

Governmental fund balances reported on the fund financial statements at December 31, 2013 include the following:

	General Fund	Human Services	Nonmajor Funds	Totals
Fund Balances				
Nonspendable:				
Prepaid items	\$ 562,465	\$ 1,069	\$ -	\$ 563,534
Delinquent taxes	807,429	-	-	807,429
Restricted:				
Grant purposes	187,196	121,152	-	308,348
Jail improvement	64,610	-	-	64,610
Land information	138,422	-	-	138,422
Donor - restricted	-	390,135	-	390,135
Long-term receivables	-	-	1,295,067	1,295,067
Assigned:				
General fund assigned	2,755,730	-	-	2,755,730
Human services fund assigned	-	146,608	-	146,608
Future capital projects	-	-	131,416	131,416
Unassigned:	4,733,277	-	-	4,733,277
Totals	\$ 9,249,129	\$ 658,964	\$ 1,426,483	\$ 11,334,576

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

I. GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES (cont.)

Governmental Activities (cont.)

The general fund and human services special revenue fund assigned fund balances are comprised of the following:

General Fund	
Computer replacement fund	\$ 1,258
Property courthouse	11,128
Courthouse renovation	3,619
Government services building	9,917
Veteran's services	700
Library board	1,552
UW extension – tractor safety	2,530
Pesticide applicator training	8,156
Clean sweep	15,270
Tourism	1,015
Rail commission	37,222
Highway	561,617
Sheriff	74,624
Health	7,233
Land conservation	19,889
Sales tax fund – assigned for 2014 operations	<u>2,000,000</u>
Total	<u>\$ 2,755,730</u>
Human Services	
Community support program	\$ 2,712
Comprehensive community service	132
Information and assistance	115,328
CYF special funding	11,126
Coordinated services team	1,022
Children's Advocacy Center fundraising	12,825
Hand in Hand day care	2,367
Prevention/wellness	165
Enhanced SHC/grocery shopping	2,000
Reduction to available funds	<u>(1,069)</u>
Total	<u>\$ 146,608</u>

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

I. GOVERNMENTAL ACTIVITIES NET POSITION/FUND BALANCES (cont.)

Business-type Activities

Net investment in capital assets	
Land	\$ 26,417
Construction in progress	278,378
Other capital assets, net of accumulated depreciation	6,751,635
Less: Related long-term debt outstanding	<u>(609,406)</u>
Total Net Investment in Capital Assets	6,447,024
Unrestricted	<u>728,121</u>
Total Business-type Activities Net Position	<u><u>\$ 7,175,145</u></u>

NOTE V – OTHER INFORMATION

A. EMPLOYEES' RETIREMENT SYSTEM

Eligible county employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system (PERS). Employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work over 600 hours a year, and expected to be employed for at least one year from the employee's date of hire are eligible to participate in the WRS. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year, and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

Effective the first day of the first pay period on or after June 29, 2011, the employee required contribution was changed to one-half of the actuarially determined contribution rate for General category employees and Executives and Elected Officials. Required contributions for protective contributions are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement. Contribution rates for 2013 are:

	Employee	Employer
General	6.65%	6.65%
Executives and Elected Officials	7.00%	7.00%
Protective with Social Security	6.65%	9.75%
Protective without Social Security	6.65%	12.35%

The payroll for county employees covered by WRS for the year ended December 31, 2013 was \$16,097,265; the employer's total payroll was \$16,672,984. The total required contribution for the year ended December 31, 2013 was \$2,296,052 or 14.26 percent of covered payroll. Of this amount, 100 percent was contributed for the current year. Total contributions for the years ending December 31, 2012 and 2011 were \$1,926,410 and \$1,841,241, respectively, equal to the required contributions for each year.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE V – OTHER INFORMATION (cont.)

A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. A final average earnings is the average of the employee's three highest years' earnings. Employees terminating covered employment and submitting an application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990 and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 and prior to July 1, 2011 are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011 must have five years of creditable service to be vested.

WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits are determined under Chapter 40 of Wisconsin Statutes.

WRS issues an annual financial report which may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

B. RISK MANAGEMENT

The county is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers' compensation; and health care of its employees. The county participates in a public entity risk pool called Wisconsin County Mutual Insurance Corporation to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omission; and workers' compensation. However, other risks, such as health care of its employees, are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded available coverage in any of the three prior years. There were no significant reductions in coverage compared to the prior year.

Public Entity Risk Pool

Wisconsin County Mutual Insurance Corporation

Fifty-five Wisconsin counties jointly participate in the Wisconsin County Mutual Insurance Corporation (WCMIC) for general and automobile liability insurance. The creation of the County Mutual requires the establishment of capital reserves with each of the participating counties depositing amounts as specified in projected rates. This company began operation on January 1, 1988.

The governing body is made up of nineteen directors elected by the participating counties. The governing body has authority to adopt its own budget and control the financial affairs of the corporation.

Summary financial information of WCMIC as of December 31, 2013 can be obtained directly from WCMIC's offices.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE V – OTHER INFORMATION (cont.)

C. COMMITMENTS AND CONTINGENCIES

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments is only reported in governmental fund types if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the county is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the county attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the county's financial position or results of operations.

The county has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

Pleasant View Nursing Home recorded revenues of \$989,132 in 2013 through the Supplemental Payment Program to help offset the use of local dollars to subsidize government-operated nursing homes. Pleasant View Nursing Home may have to repay a portion of these funds at a later date pending the outcome of a federal audit of the state's Medicaid Program.

The county is currently negotiating its landfill contracts for 2013 and beyond. Depending on the outcome of these negotiations, levels of service at the landfill may change.

D. JOINT VENTURE

Green County, Lafayette County, and Iowa County jointly operate the Tri-County Trails Commission (the "commission") which maintains and manages the Monroe to Mineral Point railroad right-of-way for use as an all year, all purpose public recreational corridor.

The governing body is made up of commissioners from each county. Local representatives are appointed by the chair of their respective county boards. The governing body has authority to adopt its own budget and control the financial affairs of the commission.

Financial information of the commission as of December 31, 2013 is available directly from the commission's office.

E. EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved the following:

- > GASB Statement No. 67, *Financial Reporting for Pension Plans - an amendment of GASB Statement No. 25*
- > Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*
- > Statement No. 69, *Government Combinations and Disposals of Government Operations*
- > Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*

When they become effective, application of these standards may restate portions of these financial statements.

GREEN COUNTY

NOTES TO FINANCIAL STATEMENTS As of and for the Year Ended December 31, 2013

NOTE V – OTHER INFORMATION (cont.)

F. ECONOMIC DEPENDENCY

In 2013, approximately 67% of Nursing Home resident days were the responsibility of the Title XVIII (Medicare) or Title XIX (Medical Assistance) programs that are funded by the United States government and the State of Wisconsin.

Pleasant View Nursing Home has determined that the equipment and mechanical needs anticipated for the years 2015-2019 will be approximately \$790,000 per year. The nursing home committee will present a resolution to the county board during 2014 to approve authorizing a county referendum to approve the additional funding from the county in these years. As of December 31, 2013, Pleasant View Nursing Home had a deficit cash position of \$326,740, which is reflected on the statement of net position as due to other funds.

REQUIRED SUPPLEMENTARY INFORMATION

GREEN COUNTY

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final		
REVENUES				
TAXES				
General property taxes	\$ 9,895,550	\$ 9,954,680	\$ 9,954,680	\$ -
Forest crop tax	1,466	1,587	1,587	-
Register of deeds - real estate transfer tax	55,000	89,423	89,423	-
Treasurer - sales tax	3,533	6,962	6,962	-
County sales tax	2,200,000	2,177,032	2,177,032	-
Total Taxes	<u>12,155,549</u>	<u>12,229,684</u>	<u>12,229,684</u>	<u>-</u>
INTERGOVERNMENTAL				
Shared taxes from state	345,476	346,283	346,283	-
Highway aids	932,874	934,727	934,727	-
Other local grants	120,623	40,344	40,344	-
Clerk of court	55,368	59,208	59,208	-
Zoning	50,000	53,405	53,405	-
Circuit court	55,367	59,208	59,208	-
Juries	16,200	8,471	8,471	-
Indigent counsel	29,417	29,378	29,378	-
District attorney	22,325	22,906	22,906	-
Land records - WLIP	300	300	300	-
Sheriff	34,600	23,480	23,480	-
Emergency management	97,114	140,473	140,473	-
Jail	750	3,004	3,004	-
Public health	264,387	260,438	260,438	-
Child support	310,605	356,883	356,883	-
Veterans service	10,000	10,000	10,000	-
Parks	26,063	24,281	24,281	-
University extension	27,000	26,845	26,845	-
Wildlife damage	5,050	6,882	6,882	-
Tourism	34,640	31,539	31,539	-
Land conservation	293,440	364,467	364,467	-
Total Intergovernmental	<u>2,731,599</u>	<u>2,802,522</u>	<u>2,802,522</u>	<u>-</u>

See independent auditors' report and accompanying notes to required supplementary information.

GREEN COUNTY

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (cont.)
 BUDGET AND ACTUAL
 For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final		
LICENSES AND PERMITS				
Clerk of courts	\$ 120	\$ 100	\$ 100	\$ -
Humane society	11,000	10,000	10,000	-
Family counseling	3,000	3,780	3,780	-
County clerk	6,500	9,118	9,118	-
Zoning	194,975	188,491	188,491	-
Parks	700	644	644	-
Total Licenses and Permits	<u>216,295</u>	<u>212,133</u>	<u>212,133</u>	<u>-</u>
FINES, FORFEITURES AND PENALTIES				
Clerk of courts	164,900	152,063	152,063	-
Corporation counsel	2,200	1,555	1,555	-
Family counseling	4,300	3,660	3,660	-
Treasurer	4,145	2,755	2,755	-
Sheriff	50,000	58,160	58,160	-
Jail	40,000	36,040	36,040	-
Parental education	25	45	45	-
District Attorney	3,000	-	-	-
Zoning	4,400	5,845	5,845	-
Total Fines, Forfeitures and Penalties	<u>272,970</u>	<u>260,123</u>	<u>260,123</u>	<u>-</u>
PUBLIC CHARGES FOR SERVICES				
Data processing	252	252	252	-
Clerk of courts	5,000	7,620	7,620	-
Circuit court	16,000	24,061	24,061	-
Expert witness	500	1,268	1,268	-
Family counseling	1,100	580	580	-
Parental education	9,000	6,770	6,770	-
Indigent counseling	60,000	84,475	84,475	-
Coroner	15,000	19,668	19,668	-
County clerk	3,630	3,078	3,078	-
Treasurer	1,700	2,488	2,488	-
Accounting	270	277	277	-
District attorney	1,700	4,284	4,284	-
Corporation counsel	1,050	3,573	3,573	-
Register of deeds	170,700	174,439	174,439	-
Land records	114,545	103,608	103,608	-
Courthouse	1,600	1,476	1,476	-
Sheriff	88,500	78,612	78,612	-
Emergency management	-	388	388	-

See independent auditors' report and accompanying notes to required supplementary information.

GREEN COUNTY

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (cont.)
 BUDGET AND ACTUAL
 For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final		
PUBLIC CHARGES FOR SERVICES (cont.)				
Jail	\$ 81,000	\$ 85,237	\$ 85,237	\$ -
Public health	401,325	441,502	441,502	-
Child support	5,148	5,478	5,478	-
Zoning	11,700	13,277	13,277	-
University extension	2,400	1,677	1,677	-
Pesticide applicator training	500	555	555	-
Tree planter	7,000	8,579	8,579	-
Land conservation	2,000	2,471	2,471	-
Community development block grant	-	24,199	24,199	-
Clean sweet program	550	-	-	-
Humane Society	-	3,297	3,297	-
Veterans service office	-	25	25	-
Tourism	35,556	51,329	51,329	-
Total Public Charges for Services	1,037,726	1,154,543	1,154,543	-
INTERGOVERNMENTAL CHARGES FOR SERVICES				
Clerk of courts	10,000	8,781	8,781	-
Treasurer	5,519	9,533	9,533	-
Data processing	21,480	21,480	21,480	-
Jail	13,000	21,938	21,938	-
Public health	46,440	37,557	37,557	-
Total Intergovernmental Charges for Services	96,439	99,289	99,289	-
INVESTMENT INCOME				
Investment income	48,925	70,041	70,041	-
Interest and penalties on taxes	347,097	431,828	431,828	-
Total Investment Income	396,022	501,869	501,869	-
MISCELLANEOUS				
Rent	104,284	113,936	113,936	-
Sale of property	31,050	46,545	46,545	-
Insurance recoveries	2,500	14,647	14,647	-
Donations	17,800	5,583	5,583	-
Miscellaneous	55,363	86,763	86,763	-
Total Miscellaneous	210,997	267,474	267,474	-
TOTAL REVENUES	\$ 17,117,597	\$ 17,527,637	\$ 17,527,637	\$ -

See independent auditors' report and accompanying notes to required supplementary information.

GREEN COUNTY

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (cont.)
 BUDGET AND ACTUAL
 For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final		
EXPENDITURES				
GENERAL GOVERNMENT				
Section corners	\$ 3,300	\$ 1,605	\$ 1,605	\$ -
County board	39,500	42,922	42,922	-
Clerk of courts	390,723	385,648	385,648	-
Circuit court	171,687	166,927	166,927	-
Expert witness	9,800	12,870	12,870	-
Family court commissioner	78,361	78,049	78,049	-
Family counseling	12,000	12,988	12,988	-
Law library	10,332	9,694	9,694	-
Juries	16,200	8,471	8,471	-
Indigent counseling fees	135,000	115,673	115,673	-
Coroner	116,274	143,529	143,529	-
Administrative coordinator	14,234	14,329	14,329	-
County clerk	246,620	247,303	247,303	-
Treasurer	264,189	262,378	262,378	-
Accounting	226,578	232,064	232,064	-
Indirect cost allocation	5,865	5,865	5,865	-
Data processing	309,411	312,247	312,247	-
Independent auditing	31,000	26,580	26,580	-
District attorney - prosecution	110,460	100,619	100,619	-
District attorney - victim witness	49,056	48,389	48,389	-
Corporation counsel	232,592	230,125	230,125	-
Register of deeds	203,669	200,064	200,064	-
Land records - WLIP	106,783	72,115	72,115	-
Property	432,025	420,155	420,155	-
Pleasant view complex	382,972	350,824	350,824	-
Tax deed expenditure	300	540	540	-
Uncollected personal property	1,500	452	452	-
Labor negotiations	10,997	9,355	9,355	-
Total General Government	3,611,428	3,511,780	3,511,780	-

See independent auditors' report and accompanying notes to required supplementary information.

GREEN COUNTY

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (cont.)
 BUDGET AND ACTUAL
 For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final		
PUBLIC SAFETY				
Sheriff	\$ 4,089,939	\$ 3,955,419	\$ 3,955,419	\$ -
Emergency management	104,678	162,384	162,384	-
Jail	1,639,457	1,540,447	1,540,447	-
Jail improvements	49,990	48,039	48,039	-
Homeland security	40,000	25,125	25,125	-
Emergency assistance grant	-	1,275	1,275	-
Total Public Safety	5,924,064	5,732,689	5,732,689	-
PUBLIC WORKS				
Highway charges	5,081,657	5,035,647	5,035,647	-
Rail commission	28,180	27,736	27,736	-
County waste	3,800	2,746	2,746	-
Total Public Works	5,113,637	5,066,129	5,066,129	-
HEALTH AND HUMAN SERVICES				
Public health	969,888	1,002,866	1,002,866	-
Child support	330,753	330,292	330,292	-
Veterans service	166,977	160,992	160,992	-
Humane society	47,485	47,485	47,485	-
Total Health and Human Services	1,515,103	1,541,635	1,541,635	-
CULTURE, RECREATION AND EDUCATION				
Library board	446,813	446,129	446,129	-
4-H Fair	8,000	8,000	8,000	-
Parks	11,134	9,979	9,979	-
Parks - snowmobile	24,500	22,718	22,718	-
Tri-county trail commission	1,700	1,772	1,772	-
University extension	278,659	254,901	254,901	-
Total Culture, Recreation and Education	770,806	743,499	743,499	-

See independent auditors' report and accompanying notes to required supplementary information.

GREEN COUNTY

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (cont.)
 BUDGET AND ACTUAL
 For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final		
CONSERVATION AND ECONOMIC DEVELOPMENT				
Wildlife damage program	\$ 4,500	\$ 6,332	\$ 6,332	\$ -
Resource conservation	32,650	22,330	22,330	-
Land conservation	238,207	248,523	248,523	-
Pesticide application	75	1,001	1,001	-
Land conservation - special projects	171,741	235,710	235,710	-
Tree planter	5,000	5,592	5,592	-
Regional planning commission	38,583	38,058	38,058	-
Economic development	61,064	92,252	92,252	-
Tourism	212,727	210,232	210,232	-
Zoning	264,519	267,495	267,495	-
Total Conservation and Economic Development	1,029,066	1,127,525	1,127,525	-
Total Expenditures	17,964,104	17,723,257	17,723,257	-
Deficiency of revenues over expenditures	(846,507)	(195,620)	(195,620)	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	618,891	618,891	-
Transfers out	-	(309,060)	(309,060)	-
Total Other Financing Sources (Uses)	-	309,831	309,831	-
Net change in fund balance	(846,507)	114,211	114,211	-
FUND BALANCE - Beginning of Year	9,134,918	9,134,918	9,134,918	-
FUND BALANCE - END OF YEAR	\$ 8,288,411	\$ 9,249,129	\$ 9,249,129	\$ -

See independent auditors' report and accompanying notes to required supplementary information.

GREEN COUNTY

HUMAN SERVICES SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final		
REVENUES				
Taxes	\$ 2,527,182	\$ 2,527,182	\$ 2,527,182	\$ -
Intergovernmental	4,127,840	4,084,537	4,084,537	-
Fines, forfeitures and penalties	40,000	31,769	31,769	-
Public charges for services	1,287,874	1,745,160	1,745,160	-
Intergovernmental charges for services	458,354	612,548	612,548	-
Miscellaneous	45,574	64,739	64,739	-
Total Revenues	<u>8,486,824</u>	<u>9,065,935</u>	<u>9,065,935</u>	<u>-</u>
EXPENDITURES				
Health and human services	<u>8,605,081</u>	<u>9,230,983</u>	<u>9,230,983</u>	<u>-</u>
Deficiency of revenues over expenditures	<u>(118,257)</u>	<u>(165,048)</u>	<u>(165,048)</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfers in	<u>-</u>	<u>107,810</u>	<u>107,810</u>	<u>-</u>
Net change in fund balance	(118,257)	(57,238)	(57,238)	-
FUND BALANCE - Beginning of Year	<u>699,319</u>	<u>716,202</u>	<u>716,202</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 581,062</u>	<u>\$ 658,964</u>	<u>\$ 658,964</u>	<u>\$ -</u>

See independent auditors' report and accompanying notes to required supplementary information.

GREEN COUNTY

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION For the Year Ended December 31, 2013

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note I.C.

The budgeted amounts presented include any amendments made. The county may authorize transfers of budgeted amounts within departments. Transfers between departments and changes to the overall budget must be approved by a two-thirds board action.

Appropriations lapse at year end unless specifically carried over. Carryovers to the following year were \$3,145,958 and \$657,895 in the general fund and human services fund, respectively. Budgets are adopted at the detail level of expenditures.

SUPPLEMENTARY INFORMATION

GREEN COUNTY

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS As of December 31, 2013

	Special Revenue Fund Revolving Loan	Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 610,691	\$ -	\$ 131,416	\$ 742,107
Taxes receivable	-	1,040,912	-	1,040,912
Loans receivable	<u>684,376</u>	<u>-</u>	<u>-</u>	<u>684,376</u>
TOTAL ASSETS	<u>\$ 1,295,067</u>	<u>\$ 1,040,912</u>	<u>\$ 131,416</u>	<u>\$ 2,467,395</u>
DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Deferred Inflows of Resources				
Unearned revenues	\$ -	\$ 1,040,912	\$ -	\$ 1,040,912
Total Deferred Inflows of Resources	<u>-</u>	<u>1,040,912</u>	<u>-</u>	<u>1,040,912</u>
Fund Balances				
Restricted	1,295,067	-	-	1,295,067
Assigned	<u>-</u>	<u>-</u>	<u>131,416</u>	<u>131,416</u>
Total Fund Balances	<u>1,295,067</u>	<u>-</u>	<u>131,416</u>	<u>1,426,483</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,295,067</u>	<u>\$ 1,040,912</u>	<u>\$ 131,416</u>	<u>\$ 2,467,395</u>

GREEN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2013

	Special Revenue Fund <u>Revolving Loan</u>	Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ -	\$ 1,042,712	\$ 375,000	\$ 1,417,712
Investment income	<u>27,136</u>	-	-	<u>27,136</u>
Total Revenues	<u>27,136</u>	<u>1,042,712</u>	<u>375,000</u>	<u>1,444,848</u>
EXPENDITURES				
Current				
General government	-	-	6,320	6,320
Health and human services	-	-	723,118	723,118
Conservation and development	7,673	-	-	7,673
Debt Service				
Principal	-	590,000	-	590,000
Interest and fiscal charges	-	<u>452,712</u>	-	<u>452,712</u>
Total Expenditures	<u>7,673</u>	<u>1,042,712</u>	<u>729,438</u>	<u>1,779,823</u>
Excess (deficiency) of revenues over expenditures	<u>19,463</u>	-	<u>(354,438)</u>	<u>(334,975)</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	<u>223,067</u>	<u>223,067</u>
Total Other Financing Sources	-	-	<u>223,067</u>	<u>223,067</u>
Net change in fund balance	19,463	-	(131,371)	(111,908)
FUND BALANCES - Beginning of Year	<u>1,275,604</u>	-	<u>262,787</u>	<u>1,538,391</u>
FUND BALANCES - END OF YEAR	<u>\$1,295,067</u>	<u>\$ -</u>	<u>\$ 131,416</u>	<u>\$ 1,426,483</u>

GREEN COUNTY

COMBINING STATEMENT OF ASSETS AND LIABILITIES
ALL AGENCY FUNDS
As of December 31, 2013

	Sheriff's Trust Account	Huber Law	Clerk of Courts	District Attorney	Drainage Districts	Tax Collection	Municipal Tax Collection	Totals
ASSETS								
Cash and investments	\$ 1	\$ 66,456	\$ 250,901	\$ 6,404	\$ 68,397	\$ -	\$ 3,978,106	\$ 4,370,265
Taxes receivable	-	-	-	-	-	442,855	-	442,855
TOTAL ASSETS	\$ 1	\$ 66,456	\$ 250,901	\$ 6,404	\$ 68,397	\$ 442,855	\$ 3,978,106	\$ 4,813,120
LIABILITIES								
Accounts payable	-	-	\$ 63,390	-	-	-	-	\$ 63,390
Due to other governmental units	-	-	-	-	-	442,855	-	442,855
Funds held for others	1	66,456	187,511	6,404	68,397	-	3,978,106	4,306,875
TOTAL LIABILITIES	\$ 1	\$ 66,456	\$ 250,901	\$ 6,404	\$ 68,397	\$ 442,855	\$ 3,978,106	\$ 4,813,120